

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1689 - SB 1685

April 15, 2022

SUMMARY OF BILL AS AMENDED (015018, 017373, 017384, 017387):

Authorizes The Grove at the Williamson Family Farm in Rutherford County to sell alcoholic beverages for on-premises consumption.

Authorizes The Dwell Hotel in Hamilton County to sell alcoholic beverages for on-premises consumption.

Authorizes The Estate at Cherokee Dock in Wilson County to sell alcoholic beverages for on-premises consumption.

Authorizes the Bonnie Kate Theatre in Carter County to sell alcoholic beverages for on-premises consumption.

Authorizes Bolt Farm Treehouse in Marion County to sell alcoholic beverages for on-premises consumption.

Authorizes Manchester Coffee County Conference Center in Coffee County to sell alcoholic beverages for on-premises consumption.

Authorizes The Blue Mountanya Resort in Johnson County to sell alcoholic beverages for on-premises consumption.

Authorizes the Tennessee Central Railway Museum in Davidson County to sell alcoholic beverages for on-premises consumption.

Authorizes the Starry Nightcap Tavern in Morgan County to sell alcoholic beverages for on-premises consumption.

Authorizes Center Hill Marina in DeKalb County to sell alcoholic beverages for on-premises consumption.

Authorizes Coffee Ridge Resort in Unicoi County to sell alcoholic beverages for on-premises consumption.

Authorizes The Ruby Cora in Montgomery County to sell alcoholic beverages for on-premises consumption.

Authorizes Timberhawk Hall in Davidson County to sell alcoholic beverages for on-premises consumption.

Authorizes an establishment in Williamson County to sell alcoholic beverages for on-premises consumption.

Authorizes The Lost Sea Adventure in Monroe County to sell alcoholic beverages for on-premises consumption.

Authorizes Casa Grande in Cumberland County to sell alcoholic beverages for on-premises consumption.

Authorizes Flatrock USA in Cumberland County to sell alcoholic beverages for on-premises consumption.

Authorizes Oaklawn Farms in Cumberland County to sell alcoholic beverages for on-premises consumption.

Authorizes Hidden Harbor Marina in DeKalb County to sell alcoholic beverages for on-premises consumption.

Authorizes The Common House in Knox County to sell alcoholic beverages for on-premises consumption.

Authorizes The Common House in Davidson County to sell alcohol beverages for on-premises consumption.

Authorizes The Common House in Hamilton County to sell alcoholic beverages for on-premises consumption.

Authorizes The Vineyard at The Beeches in Robertson County to sell alcoholic beverages for on-premises consumption.

Authorizes Twisted Oaks in in DeKalb County to sell alcoholic beverages for on-premises consumption.

Authorizes MoCo Brewing Project in Morgan County to sell alcoholic beverages for on-premises consumption.

Authorizes the Cedar Creek Yacht Club in Wilson County to sell alcoholic beverages for on-premises consumption.

Authorizes the Grandview Experience Lodge and Tavern in Van Buren County to sell alcoholic beverages for on-premises consumption.

Authorizes the Tree Tops Resort in Sevier County to sell alcoholic beverages for on-premises consumption.

Authorizes the Clarksville Country Club in Montgomery County to sell alcoholic beverages for on-premises consumption.

Authorizes the Bumpus Mills Marina in Stewart County to sell alcoholic beverages for on-premises consumption.

Authorizes the Museum Center at Five Points in Bradley County to sell alcoholic beverages for on-premises consumption.

Authorizes the Wildwood Resort and Marina in Jackson County to continue to sell alcoholic beverages for on-premises consumption.

FISCAL IMPACT OF BILL AS AMENDED:

**Increase State Revenue – \$69,500/FY22-23/ABC Fund
\$60,200/FY23-24 and Subsequent Years/ABC Fund
\$388,400/FY22-23 and Subsequent Years/General Fund**

Increase Local Revenue – \$327,300/FY22-23 and Subsequent Years/Permissive

Assumptions for the bill as amended:

The Grove at the Williamson Family Farm:

- This legislation only applies to one entity located in Murfreesboro, Rutherford County.
- It is assumed that The Grove at the Williamson Family Farm will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- The estimated recurring increase in local revenue is \$1,500 in FY22-23 and subsequent years.
- Vendors currently serve alcoholic beverages on the premises of The Grove at the Williamson Family Farm; therefore, any additional increase in tax revenue raised from the proposed legislation is considered to be not significant.

The Dwell Hotel:

- This legislation only applies to one entity located in Chattanooga, Hamilton County.
- It is assumed that The Dwell Hotel will seek a Premier Type Tourist Resort license.

- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Because alcohol sales currently take place on the premises of The Dwell Hotel, any additional increase in tax revenue raised from the proposed legislation is considered to be not significant.

The Estate at Cherokee Dock

- This legislation only applies to one entity located in Lebanon, Wilson County.
- It is assumed that The Estate at Cherokee Dock will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Vendors currently serve alcoholic beverages on the premises of The Estate at Cherokee Dock; therefore, any additional increase in tax revenue raised from the proposed legislation is considered to be not significant.

The Bonnie Kate Theatre:

- This legislation only applies to one entity located in Elizabethton, Carter County.
- It is assumed that Bonnie Kate Theatre will seek a Community Theater license.
- There is an initial application fee of \$300 and a \$150 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$450 (\$300 + \$150) in FY22-23 and an increase in state revenue to ABC of \$150 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$300 for a Community Theater.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Carter County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.

- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$14,269 $[\$300 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Bolt Farm Treehouse

- This legislation only applies to one entity located in Whitwell, Marion County.
- It is assumed that Bolt Farm Treehouse will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Marion County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average

LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.

- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Manchester Coffee County Conference Center:

- This legislation only applies to one entity located in Manchester, Coffee County.
- It is assumed that Manchester Coffee County Conference Center will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Coffee County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.

- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

The Blue Mountanya Resort:

- This legislation only applies to one entity located in Butler, Johnson County.
- It is assumed that The Blue Mountanya Resort will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Johnson County is 1.5 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.

- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$13,807 [$\$1,500 + (\$133,000 \times 1.5\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)$].

The Tennessee Central Railway Museum:

- This legislation only applies to one entity located in Nashville, Davidson County.
- It is assumed that Tennessee Central Railway Museum will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 ($\$300 + \$2,000$) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Davidson County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 [$(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)$].
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$14,804 [$\$1,500 + (\$133,000 \times 2.25\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)$].
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

The Starry Nightcap Tavern:

- This legislation only applies to one entity located in Deer Lodge, Morgan County.
- It is assumed that Starry Nightcap Tavern will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Morgan County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Center Hill Marina:

- This legislation only applies to one entity located in Lancaster, DeKalb County.
- It is assumed that Center Hill Marina will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).

- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in DeKalb County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Coffee Ridge:

- This legislation only applies to one entity located in Flag Pond, Unicoi County.
- It is assumed that Coffee Ridge will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.

- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Unicoi County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

The Ruby Cora:

- This legislation only applies to one entity located in Adams, Montgomery County.
- It is assumed that The Ruby Cora will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- Vendors currently serve alcoholic beverages on the premises of The Ruby Cora; therefore, any additional increase in tax revenue raised from the proposed legislation is considered to be not significant.

Timberhawk Hall

- This legislation only applies to one entity located in Madison, Davidson County.

- It is assumed that Timberhawk Hall will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Davidson County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$14,804 $[\$1,500 + (\$133,000 \times 2.25\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Entity in Williamson County:

- This legislation only applies to one entity located in Franklin, Williamson County.
- It is assumed that the entity will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.

- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Williamson County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

The Lost Sea Adventure:

- This legislation only applies to one entity located in Sweetwater, Monroe County.
- It is assumed that The Lost Sea Adventure will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 ($\$300 + \$2,000$) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.

- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Monroe County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Casa Grande:

- This legislation only applies to one entity located in Crossville, Cumberland County.
- It is assumed that Casa Grande will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Cumberland County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.

- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Flatrock USA

- This legislation only applies to one entity located in Rockwood, Cumberland County.
- It is assumed that Flatrock USA will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Cumberland County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.

- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$199,500 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$28,422 $[(\$199,500 \times 7.0\%) - (\$199,500 \times 7.0\% \times 3.617\%) + (\$199,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$22,454 $[\$1,500 + (\$199,500 \times 2.75\%) + (\$199,500 \times 7.0\% \times 3.617\%) + (\$199,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Fat Boys at Hidden Harbor Marina

- This legislation only applies to one entity located in Smithville, DeKalb County.
- It is assumed that Fat Boys at Hidden Harbor Marina will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in DeKalb County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average

LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.

- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Oaklawn Farms:

- This legislation only applies to one entity located in Crossville, Cumberland County.
- It is assumed that Oaklawn Farms will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 ($\$300 + \$2,000$) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Cumberland County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.

- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

The Common House in Knoxville

- This legislation only applies to one entity located in Knoxville, Knox County.
- It is assumed that The Common House will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Knox County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$14,804 $[\$1,500 + (\$133,000 \times 2.25\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.

- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

The Common House in Nashville

- This legislation only applies to one entity located in Nashville, Davidson County.
- It is assumed that The Common House will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Davidson County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$14,804 $[\$1,500 + (\$133,000 \times 2.25\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

The Common House in Chattanooga

- This legislation only applies to one entity located in Chattanooga, Hamilton County.
- It is assumed that The Common House will seek a Premier Type Tourist Resort license.

- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Vendors currently serve alcoholic beverages on the premises of The Common House; therefore, any additional increase in tax revenue raised from the proposed legislation is considered to be not significant.

The Vineyard at The Beeches

- This legislation only applies to one entity located in Springfield, Robertson County.
- It is assumed that The Vineyard at the Beeches will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Robertson County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.

- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$15,469 [$\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)$].
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Twisted Oaks

- This legislation only applies to one entity located in Dowelltown, DeKalb County.
- It is assumed that Twisted Oaks will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Because alcohol sales currently take place on the premises of Twisted Oaks, any additional increase in tax revenue raised from the proposed legislation is considered to be not significant.

MoCo Brewing Project

- This legislation only applies to one entity located in Wartburg, Morgan County.
- It is assumed that MoCo Brewing Project will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Morgan County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and

larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.

- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Cedar Creek Yacht Club

- This legislation applies to one entity located in Mount Juliet, Wilson County.
- It is assumed that the Cedar Creek Yacht Club will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Wilson County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.

- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Grandview Experience Lodge and Tavern

- This legislation applies to one entity located in Spencer, Van Buren County.
- It is assumed that the Grandview Experience Lodge and Tavern will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Van Buren County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.

- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$8,485 [$\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)$].
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Tree Tops Resort

- This legislation only applies to one entity located in Gatlinburg, Sevier County.
- It is assumed that the Tree Tops Resort will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 ($\$300 + \$2,000$) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Sevier County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 [$(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)$].
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$15,469 [$\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)$].
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Clarksville Country Club:

- This legislation applies to one entity located in Clarksville, Montgomery County.
- It is assumed that the Clarksville Country Club will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- Vendors currently serve alcoholic beverages on the premises of Clarksville Country Club; therefore, any additional increase in tax revenue raised from the proposed legislation is considered to be not significant.

Bumpus Mills Marina

- This legislation applies to one entity located in Bumpus Mills, Stewart County.
- It is assumed that the Bumpus Mills Marina will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Stewart County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to

conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.

- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Museum Center at Five Points

- This legislation only applies to one entity located in Cleveland, Bradley County.
- It is assumed that the Tree Tops Resort will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 ($\$300 + \$2,000$) in FY22-23 and an increase in state revenue to ABC of \$2,000 in FY23-24 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Bradley County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY22-23.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.

- The recurring increase in state revenue to the General Fund in FY22-23 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY22-23 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Wildwood Resort and Marina

- This legislation only applies to one entity located in Granville, Jackson County.
- The Wildwood Resort and Marina is currently authorized to serve alcoholic beverages on the premises and currently has a Premier Type Tourist Resort license.
- The legislation clarifies that the Wildwood Resort and Marina is still eligible to serve alcoholic beverages on the premises; therefore, any additional increase in tax revenue raised from the proposed legislation is considered to be not significant.

Totals:

- The total increase in state revenue in FY22-23 to ABC is \$69,450 (\$2,300 + \$2,300 + \$2,300 + \$450 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300 + \$2,300).
- The total increase in state revenue in FY23-24 and subsequent year to ABC is \$60,150 (\$2,000 + \$2,000 + \$2,000 + \$150 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000 + \$2,000).
- The total increase in state revenue to the General Fund in FY22-23 and subsequent years is \$388,434 (\$18,948 + \$9,474 + \$18,948 + \$18,948 + \$18,948 + \$9,474 + \$9,474 + \$18,948 + \$18,948 + \$18,948 + \$18,948 + \$9,474 + \$28,422 + \$9,474 + \$18,948 + \$18,948 + \$18,948 + \$9,474 + \$18,948 + \$9,474 + \$18,948 + \$9,474 + \$18,948).
- The total increase in local revenue in FY22-23 and subsequent years is \$327,347 (\$1,500 + \$1,500 + \$1,500 + \$14,269 + \$8,485 + \$15,469 + \$13,807 + \$14,804 + \$8,485 + \$8,485 + \$15,469 + \$1,500 + \$14,804 + \$15,469 + \$15,469 + \$8,485 + \$22,454 + \$8,485 + \$15,469 + \$14,804 + \$14,804 + \$1,500 + \$15,469 + \$1,500 + \$8,485 + \$15,469 + \$8,485 + \$15,469 + \$1,500 + \$8,485 + \$15,469).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

/bs